

DICKINSON COUNTY, KANSAS

FINANCIAL STATEMENTS
WITH INDEPENDENT AUDITORS' REPORT
FOR THE YEAR ENDED DECEMBER 31, 2008

DICKINSON COUNTY, KANSAS

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Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

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Board of County Commissioners
Dickinson County, Kansas

We have audited the accompanying primary government financial statements of Dickinson County, Kansas, as of and for the year ended December 31, 2008, as listed in the table of contents. These financial statements are the responsibility of Dickinson County, Kansas' management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the *Kansas Municipal Audit Guide*. Those standards and guidance require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

A primary government is a legal entity or body politic and includes all funds, organizations, institutions, agencies, departments, and offices that are not legally separate. Such legally separate entities are referred to as component units. The primary government financial statements referred to above do not include the financial data of component units of Dickinson County, Kansas, as of December 31, 2008.

As described more fully in Note A, Dickinson County, Kansas has prepared these financial statements in conformity with the accounting practices prescribed by the State of Kansas to demonstrate compliance with the cash basis and budget laws of the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effect on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matter discussed in the preceding paragraph and because they do not include the financial data of component units of Dickinson County, Kansas, the primary government financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Dickinson County, Kansas, as of December 31, 2008, or the changes in its financial position for the year then ended.

In our opinion, the primary government financial statements referred to in the first paragraph present fairly, in all material respects, the cash and unencumbered cash balances of the primary government of Dickinson County, Kansas, as of December 31, 2008, and its cash receipts and expenditures and budgetary comparisons for the year then ended, on the basis of accounting described in Note A.

MEMBERS:

American Institute of
Certified Public Accountants

Kansas Society of Certified
Public Accountants



In accordance with *Government Auditing Standards*, we have also issued our report dated September 24, 2009, on our consideration of the Dickinson County, Kansas' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the primary government financial statements of Dickinson County, Kansas. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the primary government financial statements of Dickinson County, Kansas. Such information has been subjected to the auditing procedures applied in the audit of the primary government financial statements and, in our opinion, is fairly stated in all material respects in relation to the primary government financial statements taken as a whole.

Pottberg, Gassman & Hoffman, Chartered
Junction City, Kansas
September 24, 2009

DICKINSON COUNTY, KANSAS

SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH FOR THE YEAR ENDED DECEMBER 31, 2008

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General Fund	\$ 205,188	-	5,793,221	6,213,522	(215,113)	124,329	(90,784)
Special Revenue Funds:							
Road & Bridge	7,559	-	2,971,317	2,621,985	356,891	118,707	475,598
Noxious Weed	193,036	-	508,988	421,362	280,662	52,489	333,151
Noxious Weed Capital Outlay	57,384	-	-	-	57,384	-	57,384
County Health	93,097	-	438,827	426,506	105,418	6,400	111,818
County Health Capital Outlay	17,021	-	-	-	17,021	-	17,021
Alcoholic Rehabilitation	26,864	-	13,220	15,068	25,016	461	25,477
Park & Recreation	676	-	1,416	1,597	495	-	495
Employee Benefit	88,920	-	1,424,741	1,517,128	(3,467)	3,548	81
Concealed Weapons	180	-	1,200	-	1,380	-	1,380
911	96,986	-	74,141	79,153	91,974	2,711	94,685
911 Wireless	67,771	-	116,515	125,817	58,469	140	58,609
Diversion-Law Enforcement	48,594	-	70,803	19,938	99,459	-	99,459
Attorney Forfeiture	4,210	-	2,948	1,920	5,238	-	5,238
Landfill Closure	110,000	-	-	-	110,000	-	110,000
Special Machinery	262,437	-	-	77,853	184,584	-	184,584
Prosecutor Trust	3,130	-	390	-	3,520	-	3,520
Drug Enforcement Cases	20,948	-	11,819	2,583	30,184	-	30,184
Property Crime Compensation	16,380	-	-	-	16,380	-	16,380
Capital Improvements	47,037	-	-	44,338	2,699	-	2,699
Register of Deeds Technology	31,181	-	27,078	1,912	56,347	323	56,670
County Equipment Reserve	228,067	-	-	145,498	82,569	-	82,569
Debt Service:							
Bridge - Bond & Interest	58,836	-	204,919	209,995	53,760	-	53,760
Health Bond & Interest	12,705	-	40,104	34,876	17,933	-	17,933
Jail Financing	7	-	156,023	156,030	-	-	-
Highway Overlay Financing	-	-	375,000	375,000	-	-	-

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH FOR THE YEAR ENDED DECEMBER 31, 2008

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Capital Projects:							
County Bridge Bond	\$ 787,151	-	24,419	43,349	768,221	-	768,221
Woodbine-Liberty Fire Grant	(9,731)	-	101,032	86,883	4,418	383	4,801
EMS Building Grant	-	-	41,250	48,168	(6,918)	-	(6,918)
Highway Overlay Project	-	-	3,607,530	3,607,530	-	-	-
Enterprise Funds:							
Sanitation Landfill	96,173	-	698,030	653,646	140,557	39,880	180,437
Dickinson Co. Sewer District #1	11,149	-	2,588	466	13,271	26	13,297
Dickinson Co. Sewer District #2	27,849	-	16,054	17,137	26,766	-	26,766
Total Primary Government (Excluding Agency Funds)	\$ 2,610,805	-	16,723,573	16,949,260	2,385,118	349,397	2,734,515
Composition of Cash:							
				Checking Accounts			\$ 12,261,745
				Savings Accounts			43,139
				Petty Cash			570
				Certificates of Deposit			2,940,492
				Total Cash			15,245,946
				Agency Funds Per Page 29			(12,511,431)
				Total Primary Government (Excluding Agency Funds)			\$ 2,734,515

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET FOR THE YEAR ENDED DECEMBER 31, 2008

<u>Fund</u>	<u>Certified Budget</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance - Over (Under)</u>
General Fund	\$ 6,259,481		6,259,481	6,213,522	(45,959)
Special Revenue Funds:					
Road & Bridge	2,649,760		2,649,760	2,621,985	(27,775)
Noxious Weed	504,140		504,140	421,362	(82,778)
Noxious Weed Capital Outlay	57,384		57,384	-	(57,384)
County Health	420,798		420,798	426,506	5,708
County Health Capital Outlay	24,021		24,021	-	(24,021)
Alcoholic Rehabilitation	22,330		22,330	15,068	(7,262)
Park & Recreation	3,523		3,523	1,597	(1,926)
Employee Benefit	1,519,448		1,519,448	1,517,128	(2,320)
Concealed Weapons	2,910		2,910	-	(2,910)
911	197,856		197,856	79,153	(118,703)
911 Wireless	111,751		111,751	125,817	14,066
Diversion-Law Enforcement	122,030		122,030	19,938	(102,092)
Attorney Forfeiture*					
Landfill Closure*					
Special Machinery*					
Prosecutor Trust*					
Drug Enforcement Cases*					
Property Crime Compensation*					
Capital Improvements*					
Register of Deeds Technology*					
County Equipment Reserve*					
Debt Service:					
Bridge - Bond & Interest	258,685		258,685	209,995	(48,690)
Health Bond & Interest	44,680		44,680	34,876	(9,804)
Jail Financing	156,000		156,000	156,030	30
Highway Overlay Financing*					

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET FOR THE YEAR ENDED DECEMBER 31, 2008

<u>Fund</u>	<u>Certified Budget</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance - Over (Under)</u>
Capital Projects:					
County Bridge Bond*					
Woodbine-Liberty Fire Grant*					
EMS Building Grant*					
Highway Overlay Project*					
Enterprise Funds:					
Sanitation Landfill	\$ 717,876		717,876	653,646	(64,230)
Dickinson County Sewer District #1	13,612		13,612	466	(13,146)
Dickinson County Sewer District #2	27,137		27,137	17,137	(10,000)

* Not Budgeted

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE YEAR ENDED DECEMBER 31, 2008
(WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2007)

	2007	2008		Variance -
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u> <u>(Under)</u>
GENERAL FUND				
Cash Receipts:				
Taxes and Shared Revenue				
Ad Valorem Property Tax	\$ 2,074,571	2,550,720	2,596,296	(45,576)
Delinquent Tax	38,254	32,907	40,000	(7,093)
Interest Charges on Taxes	46,936	47,466	25,000	22,466
Intangibles	70,708	85,833	98,021	(12,188)
Motor Vehicle Tax	370,507	335,354	335,350	4
Recreational Vehicle Tax	8,170	7,820	7,820	-
16/20M Vehicle Tax	13,353	12,012	12,012	-
Mineral Production Tax	531	677	400	277
Rental Vehicle Excise Tax	537	591	-	591
Intergovernmental Revenue				
Liquor Control	1,356	1,416	2,000	(584)
Federal Owned Entitlement Land	2,150	3,412	-	3,412
Local Sales Tax	1,118,488	1,197,830	1,200,000	(2,170)
Licenses and Fees				
Mortgage Registration Fees	270,989	257,330	250,000	7,330
Officer's Fees	26,472	31,423	28,000	3,423
Sheriff's Fees	176,674	200,446	210,000	(9,554)
Motor Vehicle Registration Fees	61,250	91,800	105,000	(13,200)
Antique Fees, Etc.	900	925	800	125
Use of Money and Property				
Interest on Investments	246,265	206,858	260,000	(53,142)
Other Receipts				
Grants & FEMA Reimbursements	35,500	375,907	365,368	10,539
Juvenile Detention	188	-	-	-
County Auction/Sale of Assets	17,426	-	-	-
Election Reimbursement	41	-	-	-
DARE Reimbursement	-	12,500	-	12,500
Administration Fees	18,109	21,884	10,000	11,884
Ambulance Lease & Fees	35,880	268,295	265,000	3,295
Miscellaneous	80,808	49,815	25,000	24,815
Total Cash Receipts	<u>4,716,063</u>	<u>5,793,221</u>	<u>5,836,067</u>	<u>(42,846)</u>

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE YEAR ENDED DECEMBER 31, 2008
(WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2007)

GENERAL FUND	2007	2008		Variance -
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	Over (Under)
Departmental Expenditures				
County Commission:				
Personal Services	\$ 43,490	45,097	46,471	(1,374)
Contractual Services	7,671	3,908	4,200	(292)
Commodities	1,643	2,699	2,000	699
Total	<u>52,804</u>	<u>51,704</u>	<u>52,671</u>	<u>(967)</u>
County Clerk:				
Personal Services	143,369	151,804	150,220	1,584
Contractual Services	2,518	2,057	3,100	(1,043)
Commodities	1,155	1,040	2,560	(1,520)
Total	<u>147,042</u>	<u>154,901</u>	<u>155,880</u>	<u>(979)</u>
County Treasurer:				
Personal Services	125,056	114,767	139,860	(25,093)
Contractual Services	4,065	3,594	4,675	(1,081)
Commodities	2,920	3,480	4,800	(1,320)
Total	<u>132,041</u>	<u>121,841</u>	<u>149,335</u>	<u>(27,494)</u>
County Attorney:				
Personal Services	211,633	223,869	227,920	(4,051)
Contractual Services	14,092	20,467	34,000	(13,533)
Commodities	3,094	4,406	12,000	(7,594)
Total	<u>228,819</u>	<u>248,742</u>	<u>273,920</u>	<u>(25,178)</u>
County Counselor:				
Personal Services	<u>19,231</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Register of Deeds:				
Personal Services	87,140	94,497	94,497	-
Contractual Services	7,029	6,054	7,087	(1,033)
Commodities	6,323	6,455	3,188	3,267
Total	<u>100,492</u>	<u>107,006</u>	<u>104,772</u>	<u>2,234</u>
Sheriff:				
Personal Services	955,058	979,548	979,548	-
Contractual Services	192,566	207,181	197,853	9,328
Commodities	100,640	90,341	111,853	(21,512)
Capital Outlay	70,629	14,990	8,000	6,990
Total	<u>1,318,893</u>	<u>1,292,060</u>	<u>1,297,254</u>	<u>(5,194)</u>

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE YEAR ENDED DECEMBER 31, 2008
(WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2007)

GENERAL FUND	2007	2008		Variance -
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Over (Under)</u>
Departmental Expenditures				
Clerk of District Court:				
Contractual Services	\$ 62,972	75,781	95,016	(19,235)
Commodities	16,191	21,392	13,250	8,142
Capital Outlay	9,294	-	-	-
Total	<u>88,457</u>	<u>97,173</u>	<u>108,266</u>	<u>(11,093)</u>
Coroner and Autopsy	<u>15,371</u>	<u>20,692</u>	<u>20,000</u>	<u>692</u>
Ambulance/EMS:				
Personal Services	-	725,279	-	725,279
Contractual Services	391,380	66,040	885,500	(819,460)
Commodities	-	76,188	-	76,188
Capital Outlay	4,924	-	-	-
Total	<u>396,304</u>	<u>867,507</u>	<u>885,500</u>	<u>(17,993)</u>
Appraiser:				
Personal Services	220,117	233,962	227,920	6,042
Contractual Services	52,392	19,572	28,500	(8,928)
Commodities	9,625	8,882	10,400	(1,518)
Total	<u>282,134</u>	<u>262,416</u>	<u>266,820</u>	<u>(4,404)</u>
Election:				
Personal Services	6,736	4,517	9,369	(4,852)
Contractual Services	14,004	54,716	59,400	(4,684)
Commodities	13,506	16,169	16,000	169
Total	<u>34,246</u>	<u>75,402</u>	<u>84,769</u>	<u>(9,367)</u>
Administration:				
Personal Services	714,237	779,706	779,706	-
Contractual Services	696,010	1,016,115	946,590	69,525
Commodities	127,135	139,800	219,504	(79,704)
Total	<u>1,537,382</u>	<u>1,935,621</u>	<u>1,945,800</u>	<u>(10,179)</u>
General:				
Personal Services	22,599	24,075	-	24,075
Capital Outlay	5,000	-	-	-
Miscellaneous	3,366	7,327	-	7,327
Total	<u>30,965</u>	<u>31,402</u>	<u>-</u>	<u>31,402</u>

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE YEAR ENDED DECEMBER 31, 2008
(WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2007)

GENERAL FUND	2007	2008		Variance -
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	Over (Under)
Other Expenditures				
Conservation District	\$ 30,000	30,000	30,000	-
Juvenile Detention Center	45,105	29,615	40,000	(10,385)
Regional Planning Commission	3,500	3,500	3,520	(20)
Flint Hills Area Agency on Aging	4,717	-	8,833	(8,833)
Mental Retardation	124,220	127,947	127,947	-
Mental Health	54,623	56,262	56,262	-
Task Force on Aging	110,667	118,432	118,432	-
Free Fair	48,000	55,000	55,000	-
Tri-County Fair	1,500	4,000	4,000	-
Extension Council	190,000	198,500	198,500	-
Out-District Tuition	72	-	-	-
Historical	33,500	48,000	48,000	-
DK Leadership	2,000	2,000	2,000	-
Jail Capital Improvements	67,667	-	-	-
Transfer to Equipment Reserve	4,000	-	-	-
Transfer to Road & Bridge	469,184	-	-	-
Transfer to Capital Improvements	50,000	-	-	-
Transfer to Employee Benefit	-	166,310	202,000	(35,690)
Transfer to Sterl Hall	-	7,500	-	7,500
Transfer to Jail Financing	-	22,612	-	22,612
Transfer to EMS Building Grant	-	41,250	-	41,250
Tax Increment Financing	12,504	13,555	-	13,555
Neighborhood Revitalization Rebate	404	2,572	-	2,572
Total Expenditures	<u>5,635,844</u>	<u>6,213,522</u>	<u>6,259,481</u>	<u>(45,959)</u>
Receipts Over (Under) Expenditures	(919,781)	(420,301)		
Unencumbered Cash, January 1	<u>1,124,969</u>	<u>205,188</u>		
Unencumbered Cash, December 31	<u>\$ 205,188</u>	<u>(215,113)</u>		

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

OTHER SPECIAL REVENUE FUNDS
STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE YEAR ENDED DECEMBER 31, 2008
(WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2007)

	2007	2008		Variance -
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u> <u>(Under)</u>
<u>ROAD AND BRIDGE</u>				
Cash Receipts:				
Taxes and Shared Revenue				
Ad Valorem Property Tax	\$1,833,432	1,687,031	1,667,238	19,793
Delinquent Tax	28,112	20,614	9,142	11,472
Motor Vehicle Tax	271,605	267,736	262,564	5,172
Recreational Vehicle Tax	5,992	6,266	5,322	944
16/20 M Vehicle Tax	9,715	8,836	9,400	(564)
Rental Vehicle Excise Tax	395	486	-	486
Intergovernmental Revenue				
Special City & County Highway	667,107	650,835	696,094	(45,259)
Equalization Fund	17,727	17,700	-	17,700
Other Receipts				
State of Kansas	49,866	-	-	-
Grants	104,624	131,430	-	131,430
Fuel Sales	-	110,818	-	110,818
Transfer from General Fund	469,184	-	-	-
Reimbursed Expense	87,263	69,565	-	69,565
Total Cash Receipts	<u>3,545,022</u>	<u>2,971,317</u>	<u>2,649,760</u>	<u>321,557</u>
Expenditures:				
Personal Services	655,154	647,289	709,660	(62,371)
Contractual Services	258,922	379,045	1,285,100	(906,055)
Commodities	2,964,874	1,160,252	655,000	505,252
Capital Outlay	4,575	25,100	-	25,100
Transfer to Highway Overlay Project	-	22,530	-	22,530
Transfer to Highway Overlay Financing	-	375,000	-	375,000
Tax Increment Financing	11,078	11,135	-	11,135
Neighborhood Revitalization Rebate	358	1,634	-	1,634
Total Expenditures	<u>3,894,961</u>	<u>2,621,985</u>	<u>2,649,760</u>	<u>(27,775)</u>
Receipts Over (Under) Expenditures	(349,939)	349,332		
Unencumbered Cash, January 1	357,498	7,559		
Unencumbered Cash, December 31	<u>\$ 7,559</u>	<u>356,891</u>		

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

OTHER SPECIAL REVENUE FUNDS
STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE YEAR ENDED DECEMBER 31, 2008
(WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2007)

	2007	2008		Variance -
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Over (Under)</u>
<u>NOXIOUS WEED</u>				
Cash Receipts:				
Ad Valorem Property Tax	\$ 218,737	238,479	236,703	1,776
Delinquent Tax	3,273	2,562	1,000	1,562
Motor Vehicle Tax	30,774	31,538	31,343	195
Recreational Vehicle Tax	680	739	635	104
16/20 M Vehicle Tax	1,080	1,009	1,122	(113)
Rental Vehicle Excise Tax	45	58	-	58
State of Kansas	7,673	7,472	-	7,472
Sale of Chemicals/Reimbursements	177,856	227,131	120,000	107,131
Total Cash Receipts	<u>440,118</u>	<u>508,988</u>	<u>390,803</u>	<u>118,185</u>
Expenditures:				
Personal Services	79,331	96,160	119,140	(22,980)
Contractual Services	2,376	1,850	20,000	(18,150)
Commodities	347,033	321,792	365,000	(43,208)
Tax Increment Financing	1,322	1,328	-	1,328
Neighborhood Revitalization Rebate	43	232	-	232
Total Expenditures	<u>430,105</u>	<u>421,362</u>	<u>504,140</u>	<u>(82,778)</u>
Receipts Over (Under) Expenditures	10,013	87,626		
Unencumbered Cash, January 1	183,023	193,036		
Unencumbered Cash, December 31	<u>\$ 193,036</u>	<u>280,662</u>		
<u>NOXIOUS WEED CAPITAL OUTLAY</u>				
Cash Receipts:				
Transfer from Noxious Weed Fund	\$ -	-	-	-
Expenditures:				
Capital Outlay	-	-	57,384	(57,384)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, January 1	57,384	57,384		
Unencumbered Cash, December 31	<u>\$ 57,384</u>	<u>57,384</u>		

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

OTHER SPECIAL REVENUE FUNDS
 STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 FOR THE YEAR ENDED DECEMBER 31, 2008
 (WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2007)

	2007	2008		Variance -
	Actual	Actual	Budget	Over (Under)
<u>COUNTY HEALTH</u>				
Cash Receipts:				
Ad Valorem Property Tax	\$ 78,988	83,096	83,967	(871)
Delinquent Tax	1,279	942	1,000	(58)
Motor Vehicle Tax	12,080	11,665	11,665	-
Recreational Vehicle Tax	267	273	273	-
16/20 M Vehicle Tax	426	395	395	-
Rental Vehicle Excise Tax	-	21	-	21
Grants	199,300	209,929	175,000	34,929
Charges for Services/Collections	135,614	132,506	111,443	21,063
Total Cash Receipts	<u>427,954</u>	<u>438,827</u>	<u>383,743</u>	<u>55,084</u>
Expenditures:				
Personal Services	242,916	277,111	278,172	(1,061)
Contractual Services	35,018	48,313	38,000	10,313
Commodities	81,969	100,521	104,626	(4,105)
Grant Expenditures	8,713	-	-	-
Tax Increment Financing	477	480	-	480
Neighborhood Revitalization Rebate	16	81	-	81
Total Expenditures	<u>369,109</u>	<u>426,506</u>	<u>420,798</u>	<u>5,708</u>
Receipts Over (Under) Expenditures	58,845	12,321		
Unencumbered Cash, January 1	34,252	93,097		
Unencumbered Cash, December 31	<u>\$ 93,097</u>	<u>105,418</u>		
<u>COUNTY HEALTH CAPITAL OUTLAY</u>				
Cash Receipts:				
Transfers from County Health	\$ -	-	-	-
Expenditures:				
Capital Outlay	<u>12,296</u>	<u>-</u>	<u>24,021</u>	<u>(24,021)</u>
Receipts Over (Under) Expenditures	(12,296)	-		
Unencumbered Cash, January 1	29,317	17,021		
Unencumbered Cash, December 31	<u>\$ 17,021</u>	<u>17,021</u>		

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS**OTHER SPECIAL REVENUE FUNDS**

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE YEAR ENDED DECEMBER 31, 2008
(WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2007)

	2007	2008		Variance -
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Over (Under)</u>
<u>ALCOHOLIC REHABILITATION</u>				
Cash Receipts:				
Liquor Control	\$ 12,588	13,220	<u>15,000</u>	<u>(1,780)</u>
Expenditures:				
Commodities	1,554	2,069	-	2,069
Contractual Services	-	499	9,830	(9,331)
DARE Program Reimbursement	-	12,500	12,500	-
Total Expenditures	<u>1,554</u>	<u>15,068</u>	<u>22,330</u>	<u>(7,262)</u>
Receipts Over (Under) Expenditures	11,034	(1,848)		
Unencumbered Cash, January 1	<u>15,830</u>	<u>26,864</u>		
Unencumbered Cash, December 31	<u>\$ 26,864</u>	<u>25,016</u>		
<u>PARK AND RECREATION</u>				
Cash Receipts:				
Local Alcoholic Liquor Tax	\$ 1,356	1,416	<u>2,500</u>	<u>(1,084)</u>
Expenditures:				
Contractual Services	<u>1,703</u>	<u>1,597</u>	<u>3,523</u>	<u>(1,926)</u>
Receipts Over (Under) Expenditures	(347)	(181)		
Unencumbered Cash, January 1	<u>1,023</u>	<u>676</u>		
Unencumbered Cash, December 31	<u>\$ 676</u>	<u>495</u>		

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

OTHER SPECIAL REVENUE FUNDS
STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE YEAR ENDED DECEMBER 31, 2008
(WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2007)

	2007	2008		Variance -
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u> <u>(Under)</u>
<u>EMPLOYEE BENEFIT</u>				
Cash Receipts:				
Ad Valorem Property Tax	\$ 1,144,376	1,075,860	1,092,752	(16,892)
Delinquent Tax	13,432	11,978	12,500	(522)
Motor Vehicle Tax	114,983	150,624	163,863	(13,239)
Recreational Vehicle Tax	2,530	3,554	3,322	232
16/20 M Vehicle Tax	4,298	3,669	5,867	(2,198)
Rental Vehicle Excise Tax	164	303	-	303
Transfer from General Fund	-	166,310	202,000	(35,690)
Miscellaneous	-	12,443	-	12,443
Total Cash Receipts	<u>1,279,783</u>	<u>1,424,741</u>	<u>1,480,304</u>	<u>(55,563)</u>
Expenditures:				
Social Security & Medicare	271,477	338,726	338,907	(181)
Remit to State - KPERS	221,473	277,214	292,432	(15,218)
Remit to State - Unemployment	14,566	12,326	8,779	3,547
Medical Insurance Premiums	573,244	686,545	685,013	1,532
Workers' Compensation	112,016	194,317	194,317	-
Tax Increment Financing	6,914	6,950	-	6,950
Neighborhood Revitalization Rebate	223	1,050	-	1,050
Total Expenditures	<u>1,199,913</u>	<u>1,517,128</u>	<u>1,519,448</u>	<u>(2,320)</u>
Receipts Over (Under) Expenditures	79,870	(92,387)		
Unencumbered Cash, January 1	9,050	88,920		
Unencumbered Cash, December 31	<u>\$ 88,920</u>	<u>(3,467)</u>		
 <u>CONCEALED WEAPONS</u>				
Cash Receipts:				
Permit Fees	\$ 1,720	1,200	1,500	(300)
Expenditures:				
Commodities	1,330	-	-	-
Contractual Services	-	-	2,910	(2,910)
Capital Outlay	1,450	-	-	-
Total Expenditures	<u>2,780</u>	<u>-</u>	<u>2,910</u>	<u>(2,910)</u>
Receipts Over (Under) Expenditures	(1,060)	1,200		
Unencumbered Cash, January 1	1,240	180		
Unencumbered Cash, December 31	<u>\$ 180</u>	<u>1,380</u>		

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

OTHER SPECIAL REVENUE FUNDS
 STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 FOR THE YEAR ENDED DECEMBER 31, 2008
 (WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2007)

	2007	2008		Variance -
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Over (Under)</u>
911				
Cash Receipts:				
Phone Service Fees	\$ 75,978	74,141	95,000	(20,859)
Expenditures:				
Contractual Services	56,849	44,848	50,000	(5,152)
Commodities	4,120	8,314	20,000	(11,686)
Capital Outlay	5,879	25,991	127,856	(101,865)
Total Expenditures	66,848	79,153	197,856	(118,703)
Receipts Over (Under) Expenditures	9,130	(5,012)		
Unencumbered Cash, January 1	87,856	96,986		
Unencumbered Cash, December 31	\$ 96,986	91,974		
911 WIRELESS				
Cash Receipts:				
Wireless Phone Service Fees	\$ 34,608	35,176	40,000	(4,824)
Grants	-	79,848	-	79,848
Interest Income	1,420	1,491	-	1,491
Total Cash Receipts	36,028	116,515	40,000	76,515
Expenditures:				
Contractual Services	21,008	47,832	40,000	7,832
Capital Outlay	-	77,985	71,751	6,234
Total Expenditures	21,008	125,817	111,751	14,066
Receipts Over (Under) Expenditures	15,020	(9,302)		
Unencumbered Cash, January 1	52,751	67,771		
Unencumbered Cash, December 31	\$ 67,771	58,469		

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS**OTHER SPECIAL REVENUE FUNDS**

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE YEAR ENDED DECEMBER 31, 2008
(WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2007)

	2007	2008		Variance -
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Over (Under)</u>
<u>DIVERSION-LAW ENFORCEMENT</u>				
Cash Receipts:				
Fees	\$ 45,113	70,793	75,000	(4,207)
Grants	8,494	-	-	-
Miscellaneous	956	10	-	10
Total Cash Receipts	<u>54,563</u>	<u>70,803</u>	<u>75,000</u>	<u>(4,197)</u>
Expenditures:				
Contractual Services	13,553	13,501	40,000	(26,499)
Commodities	5,221	5,857	20,000	(14,143)
Capital Outlay	42,348	580	62,030	(61,450)
Total Expenditures	<u>61,122</u>	<u>19,938</u>	<u>122,030</u>	<u>(102,092)</u>
Receipts Over (Under) Expenditures	(6,559)	50,865		
Unencumbered Cash, January 1	<u>55,153</u>	<u>48,594</u>		
Unencumbered Cash, December 31	<u>\$ 48,594</u>	<u>99,459</u>		

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

OTHER SPECIAL REVENUE FUNDS
STATEMENT OF CASH RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2008
(WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2007)

	<u>2007</u>	<u>2008</u>
<u>ATTORNEY FORFEITURE*</u>		
Cash Receipts:		
Collections	\$ 1,192	2,948
Expenditures:		
Contractual Services	-	1,302
Commodities	3,050	618
Total Expenditures	<u>3,050</u>	<u>1,920</u>
Receipts Over (Under) Expenditures	(1,858)	1,028
Unencumbered Cash, January 1	6,068	4,210
Unencumbered Cash, December 31	<u>\$ 4,210</u>	<u>5,238</u>
<u>LANDFILL CLOSURE*</u>		
Cash Receipts:		
Transfer from Landfill	\$ -	-
Expenditures:		
Contractual Services	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, January 1	110,000	110,000
Unencumbered Cash, December 31	<u>\$ 110,000</u>	<u>110,000</u>
<u>SPECIAL MACHINERY*</u>		
Cash Receipts:		
Miscellaneous	\$ -	-
Expenditures:		
Contractual Services	1,284	-
Commodities	42,814	-
Capital Outlay	377,266	77,853
Total Expenditures	<u>421,364</u>	<u>77,853</u>
Receipts Over (Under) Expenditures	(421,364)	(77,853)
Unencumbered Cash, January 1	683,801	262,437
Unencumbered Cash, December 31	<u>\$ 262,437</u>	<u>184,584</u>

* Not Budgeted

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

OTHER SPECIAL REVENUE FUNDS
STATEMENT OF CASH RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2008
(WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2007)

	<u>2007</u>	<u>2008</u>
<u>PROSECUTOR TRUST*</u>		
Cash Receipts:		
Proceeds from Cases	\$ 250	390
Expenditures:		
Contractual Services	-	-
Receipts Over (Under) Expenditures	250	390
Unencumbered Cash, January 1	2,880	3,130
Unencumbered Cash, December 31	<u>\$ 3,130</u>	<u>3,520</u>
<u>DRUG ENFORCEMENT CASES*</u>		
Cash Receipts:		
State of Kansas	\$ 1,647	1,609
Miscellaneous	495	10,210
Total Cash Receipts	<u>2,142</u>	<u>11,819</u>
Expenditures:		
Contractual Services	-	1,772
Commodities	-	811
Capital Outlay	8,500	-
Total Expenditures	<u>8,500</u>	<u>2,583</u>
Receipts Over (Under) Expenditures	(6,358)	9,236
Unencumbered Cash, January 1	27,306	20,948
Unencumbered Cash, December 31	<u>\$ 20,948</u>	<u>30,184</u>

* Not Budgeted

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

OTHER SPECIAL REVENUE FUNDS
STATEMENT OF CASH RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2008

(WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2007)

	<u>2007</u>	<u>2008</u>
<u>PROPERTY CRIME COMPENSATION*</u>		
Cash Receipts:		
Miscellaneous Receipts	\$ -	-
Expenditures:		
Compensation Paid to Crime Victims	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, January 1	16,380	16,380
Unencumbered Cash, December 31	<u>\$ 16,380</u>	<u>16,380</u>
<u>CAPITAL IMPROVEMENTS*</u>		
Cash Receipts:		
Transfer from General Fund	\$ 50,000	-
Expenditures:		
Capital Outlay	-	19,338
Capital Outlay - Fair Building	25,000	25,000
Total Expenditures	<u>25,000</u>	<u>44,338</u>
Receipts Over (Under) Expenditures	25,000	(44,338)
Unencumbered Cash, January 1	22,037	47,037
Unencumbered Cash, December 31	<u>\$ 47,037</u>	<u>2,699</u>
<u>REGISTER OF DEEDS TECHNOLOGY*</u>		
Cash Receipts:		
Fees	\$ 31,863	27,078
Expenditures:		
Purchases	39,483	1,912
Receipts Over (Under) Expenditures	(7,620)	25,166
Unencumbered Cash, January 1	38,801	31,181
Unencumbered Cash, December 31	<u>\$ 31,181</u>	<u>56,347</u>

* Not Budgeted

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

OTHER SPECIAL REVENUE FUNDS
STATEMENT OF CASH RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2008
(WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2007)

	<u>2007</u>	<u>2008</u>
<u>COUNTY EQUIPMENT RESERVE*</u>		
Cash Receipts:		
Transfer from General Fund	\$ 4,000	-
Expenditures:		
Capital Outlay - Clerk	8,338	3,300
Capital Outlay - Ambulance	9,750	-
Capital Outlay - Appraiser	7,008	13,750
Capital Outlay - Sheriff	69,508	56,747
Capital Outlay - Administration	-	71,701
Capital Outlay - District Court	5,054	-
Capital Outlay - Election	10,581	-
Total Expenditures	<u>110,239</u>	<u>145,498</u>
Receipts Over (Under) Expenditures	(106,239)	(145,498)
Unencumbered Cash, January 1	<u>334,306</u>	<u>228,067</u>
Unencumbered Cash, December 31	<u><u>\$ 228,067</u></u>	<u><u>82,569</u></u>

* Not Budgeted

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

DEBT SERVICE FUNDS
STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE YEAR ENDED DECEMBER 31, 2008
(WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2007)

	2007	2008		Variance -
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Over (Under)</u>
<u>BRIDGE - BOND & INTEREST</u>				
Cash Receipts:				
Ad Valorem Property Tax	\$ 188,073	173,381	171,240	2,141
Delinquent Tax	3,215	2,247	3,000	(753)
Motor Vehicle Tax	30,414	27,665	26,935	730
Recreational Vehicle Tax	665	647	546	101
16/20 M Vehicle Tax	1,245	929	964	(35)
Rental Vehicle Excise Tax	42	50	-	50
Total Cash Receipts	<u>223,654</u>	<u>204,919</u>	<u>202,685</u>	<u>2,234</u>
Expenditures:				
Principal Payments on Bond	210,000	200,000	200,000	-
Interest Payments on Bond	12,885	8,685	8,685	-
Debt Service Reserve	-	-	50,000	(50,000)
Tax Increment Financing	1,136	1,142	-	1,142
Neighborhood Revitalization Rebate	37	168	-	168
Total Expenditures	<u>224,058</u>	<u>209,995</u>	<u>258,685</u>	<u>(48,690)</u>
Receipts Over (Under) Expenditures	(404)	(5,076)		
Unencumbered Cash, January 1	<u>59,240</u>	<u>58,836</u>		
Unencumbered Cash, December 31	<u>\$ 58,836</u>	<u>53,760</u>		
<u>HEALTH BOND & INTEREST</u>				
Cash Receipts:				
Ad Valorem Property Tax	\$ 25,892	34,671	34,400	271
Delinquent Taxes	526	353	400	(47)
Motor Vehicle Tax	5,463	4,126	3,716	410
Recreational Vehicle Tax	119	96	75	21
16/20 M Vehicle Tax	233	163	133	30
Rental Vehicle Excise Tax	7	7	-	7
Interest Income	951	688	-	688
Total Cash Receipts	<u>33,191</u>	<u>40,104</u>	<u>38,724</u>	<u>1,380</u>
Expenditures:				
Principal on Loan	30,000	30,000	30,000	-
Interest on Loan	5,730	4,680	4,680	-
Commission Paid	5	5	-	5
Debt Service Reserve	-	-	10,000	(10,000)
Tax Increment Financing	156	157	-	157
Neighborhood Revitalization Rebate	5	34	-	34
Total Expenditures	<u>35,896</u>	<u>34,876</u>	<u>44,680</u>	<u>(9,804)</u>
Receipts Over (Under) Expenditures	(2,705)	5,228		
Unencumbered Cash, January 1	<u>15,410</u>	<u>12,705</u>		
Unencumbered Cash, December 31	<u>\$ 12,705</u>	<u>17,933</u>		

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

DEBT SERVICE FUNDS
STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE YEAR ENDED DECEMBER 31, 2008
(WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2007)

	2007	2008		Variance -
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Over (Under)</u>
<u>JAIL FINANCING</u>				
Cash Receipts:				
Ad Valorem Property Tax	\$ 162,482	131,198	130,622	576
Delinquent Tax	539	359	810	(451)
Motor Vehicle Tax	-	1,803	23,263	(21,460)
Recreational Vehicle Tax	-	51	472	(421)
16/20 M Vehicle Tax	-	-	833	(833)
Transfer from General Fund	-	22,612	-	22,612
Total Cash Receipts	<u>163,021</u>	<u>156,023</u>	<u>156,000</u>	<u>23</u>
Expenditures:				
Principal Payments on Loan	150,000	150,000	150,000	-
Interest Payments on Loan	12,000	6,000	6,000	-
Tax Increment Financing	982	-	-	-
Neighborhood Revitalization Rebate	32	30	-	30
Total Expenditures	<u>163,014</u>	<u>156,030</u>	<u>156,000</u>	<u>30</u>
Receipts Over (Under) Expenditures	7	(7)		
Unencumbered Cash, January 1	-	7		
Unencumbered Cash, December 31	<u>\$ 7</u>	<u>-</u>		
<u>HIGHWAY OVERLAY FINANCING</u>				
Cash Receipts:				
Transfer from Road & Bridge	\$ -	375,000	-	375,000
Expenditures:				
Principal Payments on Loan	-	368,790	-	368,790
Interest Payments on Loan	-	5,821	-	5,821
Loan Service Fees	-	389	-	389
Total Expenditures	<u>-</u>	<u>375,000</u>	<u>-</u>	<u>375,000</u>
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, January 1	-	-		
Unencumbered Cash, December 31	<u>\$ -</u>	<u>-</u>		

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

CAPITAL PROJECTS
STATEMENT OF CASH RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2008
(WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2007)

	<u>2007</u>	<u>2008</u>
<u>COUNTY BRIDGE BOND*</u>		
Cash Receipts:		
Interest Income	\$ 38,953	24,419
Expenditures:		
Contractual Services	-	33,777
Commodities	111,054	9,572
Total Expenditures	<u>111,054</u>	<u>43,349</u>
Receipts Over (Under) Expenditures	(72,101)	(18,930)
Unencumbered Cash, January 1	859,252	787,151
Unencumbered Cash, December 31	<u>\$ 787,151</u>	<u>768,221</u>
<u>WOODBINE-LIBERTY FIRE GRANT*</u>		
Cash Receipts:		
Federal Grant	\$ 39,120	101,032
Expenditures:		
Construction	48,851	84,883
Return Excess Grant Proceeds	-	2,000
Total Expenditures	<u>48,851</u>	<u>86,883</u>
Receipts Over (Under) Expenditures	(9,731)	14,149
Unencumbered Cash, January 1	-	(9,731)
Unencumbered Cash, December 31	<u>\$ (9,731)</u>	<u>4,418</u>
<u>EMS BUILDING GRANT*</u>		
Cash Receipts:		
Transfer from General Fund	\$ -	41,250
Expenditures:		
Construction	-	48,168
Receipts Over (Under) Expenditures	-	(6,918)
Unencumbered Cash, January 1	-	-
Unencumbered Cash, December 31	<u>\$ -</u>	<u>(6,918)</u>

* Not Budgeted

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

CAPITAL PROJECTS
STATEMENT OF CASH RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2008
(WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2007)

	<u>2007</u>	<u>2008</u>
<u>HIGHWAY OVERLAY PROJECT*</u>		
Cash Receipts:		
Loan Proceeds	\$ -	3,585,000
Transfer from Road & Bridge		22,530
Total Cash Receipts	<u>-</u>	<u>3,607,530</u>
Expenditures:		
Construction	<u>-</u>	<u>3,607,530</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, January 1	-	-
Unencumbered Cash, December 31	<u>\$ -</u>	<u>-</u>

* Not Budgeted

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS**ENTERPRISE FUNDS**

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE YEAR ENDED DECEMBER 31, 2008
(WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2007)

	2007	2008		Variance -
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	Over (Under)
<u>SANITATION LANDFILL</u>				
Cash Receipts:				
Charges for Services & Environmental Fees	\$ 539,969	657,179	680,000	(22,821)
Special Assessments	3,813	4,158	-	4,158
Grants	151,292	36,270	40,000	(3,730)
Delinquent Collections	261	423	-	423
Total Cash Receipts	<u>695,335</u>	<u>698,030</u>	<u>720,000</u>	<u>(21,970)</u>
Expenditures:				
Personal Services	81,052	75,446	68,376	7,070
Contractual Services	541,184	541,499	530,200	11,299
Commodities	30,040	31,601	19,300	12,301
Capital Outlay	-	5,100	-	5,100
Transfer to County Equipment Reserve	-	-	100,000	(100,000)
Total Expenditures	<u>652,276</u>	<u>653,646</u>	<u>717,876</u>	<u>(64,230)</u>
Receipts Over (Under) Expenditures	43,059	44,384		
Unencumbered Cash, January 1	<u>53,114</u>	<u>96,173</u>		
Unencumbered Cash, December 31	<u>\$ 96,173</u>	<u>140,557</u>		
<u>DICKINSON COUNTY SEWER DISTRICT #1</u>				
Cash Receipts:				
Charges for Services	\$ 1,879	1,836	2,200	(364)
Delinquent Collections	49	-	-	-
Special Assessments	342	752	500	252
Total Cash Receipts	<u>2,270</u>	<u>2,588</u>	<u>2,700</u>	<u>(112)</u>
Expenditures:				
Personal Services	-	-	500	(500)
Contractual Services	463	416	1,000	(584)
Commodities	50	50	-	50
Capital Outlay	-	-	12,112	(12,112)
Total Expenditures	<u>513</u>	<u>466</u>	<u>13,612</u>	<u>(13,146)</u>
Receipts Over (Under) Expenditures	1,757	2,122		
Unencumbered Cash, January 1	<u>9,392</u>	<u>11,149</u>		
Unencumbered Cash, December 31	<u>\$ 11,149</u>	<u>13,271</u>		

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS**ENTERPRISE FUNDS**

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
FOR THE YEAR ENDED DECEMBER 31, 2008
(WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2007)

	2007	2008		Variance -
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	Over (Under)
<u>DICKINSON COUNTY SEWER DISTRICT #2</u>				
Cash Receipts:				
Special Assessments	\$ 13,599	15,092	14,000	1,092
User Fees	666	498	700	(202)
Interest Income	624	464	700	(236)
Total Cash Receipts	<u>14,889</u>	<u>16,054</u>	<u>15,400</u>	<u>654</u>
Expenditures:				
Principal on Loan	11,738	12,092	17,137	(5,045)
Interest on Loan	4,947	4,623	-	4,623
Loan Fees	452	422	-	422
Maintenance	-	-	10,000	(10,000)
Total Expenditures	<u>17,137</u>	<u>17,137</u>	<u>27,137</u>	<u>(10,000)</u>
Receipts Over (Under) Expenditures	(2,248)	(1,083)		
Unencumbered Cash, January 1	<u>30,097</u>	<u>27,849</u>		
Unencumbered Cash, December 31	<u>\$ 27,849</u>	<u>26,766</u>		

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

AGENCY FUNDS
SUMMARY OF CASH RECEIPTS AND CASH DISBURSEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

<u>FUND</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
Distributable Funds:				
Current Tax	\$ 10,629,399	18,817,211	17,943,945	11,502,665
Sterl Hall	199,981	13,060	25,762	187,279
Drivers License Exam Fees	7,637	32,436	36,820	3,253
Advance Tax	-	418	418	-
Delinquent Personal Tax	8,567	48,243	50,196	6,614
Delinquent Real Estate Tax	36,554	207,123	183,621	60,056
Escrow Program	-	34,986	8,293	26,693
Local Alcoholic Liquor Control	-	16,053	16,053	-
Recreational Vehicle	12,294	47,769	48,003	12,060
City Streets & County Highways	-	736,962	736,962	-
Refunding Warrants	-	5,903	5,903	-
Motor Vehicle Tax	588,979	2,097,298	2,093,602	592,675
Mineral Production Tax	-	1,355	1,355	-
Stray Animal	2,121	275	675	1,721
Short & Long Fund	(73)	145	239	(167)
Insufficient Fund Checks	(5,425)	20,082	15,071	(414)
Rental Excise Tax	-	4,119	4,119	-
Specials Clearing	-	282,862	282,862	-
Game Licenses	1,589	16,891	17,033	1,447
Motor Vehicle Licenses	5,471	1,260,175	1,258,525	7,121
Sales Tax Motor Vehicles	4,823	176,397	172,028	9,192
Resident Sales Tax	1,471	36,762	35,733	2,500
Prosecutor's Training	1,629	2,628	2,435	1,822
Partial Payment Bankruptcy	2,407	337	1,057	1,687
Compensating Use Tax	5,775	180,542	173,773	12,544
Paid In/Out	-	1,126	1,126	-
Neighborhood Revitalization Rebate	-	16,465	16,465	-
Solomon Tax Increment Financing	-	111,378	111,378	-
Payroll Clearing	-	2,616,122	2,616,122	-
Total Distributable Fund	<u>11,503,199</u>	<u>26,785,123</u>	<u>25,859,574</u>	<u>12,428,748</u>
State Funds:				
Educational Building	-	161,137	161,137	-
Institutional Building	-	80,569	80,569	-
State Motor Vehicle	26	33,153	33,149	30
State General	-	41	41	-
Total State Funds	<u>26</u>	<u>274,900</u>	<u>274,896</u>	<u>30</u>

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

AGENCY FUNDS
SUMMARY OF CASH RECEIPTS AND CASH DISBURSEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

<u>FUND</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
Subdivision Funds:				
Schools	\$ 491	7,292,982	7,292,780	693
Townships	-	1,391,045	1,390,998	47
Cemeteries	73	163,682	163,727	28
Cities	620	3,482,873	3,482,534	959
Watersheds & Drainage	141	25,109	25,098	152
North Central Kansas Library	-	115,963	115,963	-
Hospital	33	259,081	259,073	41
Fire Districts	-	235,700	235,700	-
Red Bud Lake Improvement District	358	2,782	2,760	380
Special Motor Vehicle	89,455	86,052	95,154	80,353
Total Subdivision Funds	<u>91,171</u>	<u>13,055,269</u>	<u>13,063,787</u>	<u>82,653</u>
 Total Agency Funds	 <u>\$ 11,594,396</u>	 <u>40,115,292</u>	 <u>39,198,257</u>	 <u>12,511,431</u>

The notes to the financial statements are an integral part of this statement.

DICKINSON COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS **DECEMBER 31, 2008**

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A summary of the significant accounting policies applied in the preparation of the accompanying financial statements follows:

1. Reporting Entity

Dickinson County, Kansas, is a municipal corporation governed by an elected three-member board of commissioners. These financial statements present Dickinson County, Kansas, the primary government, only. A primary government is a legal entity or body politic and includes all funds, organizations, institutions, agencies, departments, and offices that are not legally separate. Such legally separate entities are referred to as component units. The primary government financial statements do not include the financial data of component units of Dickinson County, Kansas.

2. Fund Accounting

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific regulations, restrictions, or limitations. Certain funds contain restricted cash because their use is limited by debt covenants, statutory requirements, grant requirements or are held in a fiduciary or agency capacity.

The following types of funds comprise the financial activities of the County for the year of 2008:

Governmental Funds:

General Fund – to account for all unrestricted financial resources except those required to be accounted for in another fund.

Special Revenue Funds – to account for the proceeds of specific revenue sources (other than special assessments or major capital projects) that are restricted by law or administrative action to expend for specified purposes.

Debt Service Funds – to account for the accumulation of resources for, and the payment of, interest and principal on general long-term debt, and the financing of special assessments which are general obligations of the County.

Capital Projects Funds – to account for financial resources segregated for the acquisition of major capital facilities (other than those financed by Enterprise Funds).

Proprietary Funds:

Enterprise Funds – to account for operations that are financed and operated in a manner similar to private business enterprises--where the stated intent is that the costs (expenditures) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges--or where periodic determination of cash receipts, expenditures and/or receipts over expenditures is deemed appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

DICKINSON COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS **DECEMBER 31, 2008**

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fiduciary Funds:

Trust and Agency Funds – to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. These include Expendable Trust Funds and Agency Funds.

3. Statutory Basis of Accounting

The statutory basis of accounting, as used in the preparation of these financial statements, is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund, and an expenditure would be charged in the fund from which the transfer is made.

The County has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the County to use the statutory basis of accounting.

4. Departure from Accounting Principles Generally Accepted in the United States of America

The basis of accounting described above results in a financial statement presentation which shows cash receipts, expenditures, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown non-cash assets such as receivables, inventories and prepaid expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles. Capital assets that account for the land, buildings and equipment owned by the County are not presented in the financial statements.

5. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds, and enterprise funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.

DICKINSON COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS **DECEMBER 31, 2008**

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. Adoption of the final budget on or before August 25th.

The statutes allow for the County Commission to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. The budget was amended on December 22, 2008 to increase spending in the General, Employee Benefit and Health funds.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the statutory basis of accounting, in which, revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the County for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for capital projects funds, trust funds, and the following special revenue funds:

Special Machinery
State & Federal Grants
Attorney Forfeiture
Prosecutor Trust
Drug Enforcement Cases
Register of Deeds Technology
Property Crime Compensation
County Equipment Reserve
Capital Improvements
Landfill Closure

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by use of internal spending limits established by the County Commission.

6. Tax Cycle

The county clerk must calculate the final tax levy rates necessary to finance the budget subject to any legal limitations. After all budgets have been received and tax rates calculated, the clerk certifies the tax roll to the county treasurer, who prepares tax statements and receives payment.

These taxes become a lien against all property November 1st. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 20th and May 10th. Delinquent taxes are assessed interest at a rate established by the State of Kansas. The interest rate was 11% per annum. This interest is retained by the County.

DICKINSON COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS **DECEMBER 31, 2008**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Taxes levied to finance the budget are made available to the County after January 1st and were distributed by the county treasurer periodically. At least 50% of the taxes levied were available in January. Delinquent tax collections were distributed throughout the year.

7. Reimbursements

The County records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as revenue to the fund.

NOTE B – DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the County. The statute requires banks eligible to hold the County's funds have a main or branch bank in the county in which the Government is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The County has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the County's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The County has no investment policy that would further limit its investment choices. The County had no investments in 2008.

Concentration of credit risk. State statutes place no limit on the amount the County may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. State statutes require the County's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The County has no designated "peak periods". The types of securities pledged complied with legal requirements at December 31, 2008.

At December 31, 2008, the County's carrying amount of deposits was \$15,245,376 and the bank balance was \$15,315,147. The bank balance was held by four banks resulting in a concentration of credit risk. Of the bank balance, \$1,000,000 was covered by federal depository insurance, \$3,657,655 was collateralized with securities held by the pledging financial institutions' agents in the County's name, and the balance of \$10,657,492 was collateralized with securities held by the financial institutions themselves in the County's name (not a 3rd party).

NOTE C – COMPLIANCE WITH KANSAS STATUTES

References made herein to the statutes are not intended as interpretations of law, but are offered for consideration of the Director of Accounts and Reports and interpretation by the County Attorney.

DICKINSON COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS **DECEMBER 31, 2008**

NOTE C – COMPLIANCE WITH KANSAS STATUTES (Continued)

Budget Law Compliance

K.S.A. 79-2935 provides that it shall be unlawful for the governing body to create indebtedness in any fund in excess of the adopted budget of expenditures of such fund.

For the year ended December 31, 2008, the following funds were in violation of this statute:

<u>Fund Name</u>	<u>Excess</u>
County Health	\$ 5,708
911 Wireless	14,066
Jail Financing	30

The 911 Wireless fund includes \$79,848 of grant expenditures which are not required to be budgeted.

Cash Basis Compliance

K.S.A. 10-1113 provides that it shall be unlawful for the governing body to create indebtedness in any fund in excess of the amount of funds actually on hand in the treasury of such municipality at the time for such purpose. For the year ended December 31, 2008, the following funds were in violation of this statute:

<u>Fund Name</u>	<u>Excess</u>
General Fund	\$ 215,113
Employee Benefit	3,467
EMS Building Grant	6,918

Real Estate Tax Compliance

K.S.A. 79-2801 requires a tax sale two years after the County lien was established and total taxes exceed \$10,000. The last tax sale was in 2004 and delinquent taxes for the 2003 tax year and prior total \$113,581.

Unclaimed Property Disposal Compliance

K.S.A. 58-3950 requires amounts accumulated to \$250 or more be remitted to the State Treasurer annually. The Sheriff's office has \$373 of unreported unclaimed property.

Inventory of Personal Property

K.S.A. 19-2687 requires that the county clerk compile a comprehensive inventory listing of personal property. The current inventory listings do not detail purchases and disposals.

NOTE D – DEFINED BENEFIT PENSION PLAN

Plan description. Dickinson County contributes to the Kansas Public Employees Retirement System (KPERS) and the Kansas Police and Firemen's Retirement System (KP&F). Both are cost-sharing multiple-employer defined benefit pension plans as provided by K.S.A. 74-4901, *et seq.* KPERS and KP&F provide retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS and KP&F issue a publicly available financial report that includes financial statements and required supplementary information. Those reports may be obtained by writing to KPERS (611 S Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

DICKINSON COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2008

NOTE D – DEFINED BENEFIT PENSION PLAN (Continued)

Funding Policy. K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salary. K.S.A. 74-4975 establishes the KP&F member-employee contribution rate at 7% of covered salary. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS and KP&F are funded on an actuarial reserve basis. State law sets a limitation on annual increases in the employer contribution rates. The KPERS employer rate established for 2008 is 5.93%. The Dickinson County employer contributions to KPERS for the years ending December 31, 2008, 2007 and 2006 were \$193,252, \$144,936 and \$121,708 respectively, equal to the required contributions for each year. The KP&F employer rate established for fiscal years beginning in 2008 is 13.88%. Employers participating in KP&F also make contributions to amortize the liability for past service costs, if any, which is determined separately for each participating employer. The Dickinson County employer contributions to KP&F for the years ending December 31, 2008, 2007 and 2006 were \$84,139, \$76,541 and \$64,430, respectively, equal to the required contributions for each year.

NOTE E – DEFERRED COMPENSATION PLAN

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code section 457. Waddell & Reed administers the plan. The plan is available to all employees and permits them to defer a portion of their salary until future years. The County does not contribute to the plan.

NOTE F – CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

	Project Authorization	Cash Disbursements and Accounts Payable To Date
County Bridge Bond	\$ 2,000,000	\$ 1,763,408
Woodbine-Liberty Fire Grant	539,082	135,734
EMS Building Grant	965,000	48,168
Highway Overlay Project	3,608,868	3,607,530

NOTE G – INTERFUND TRANSACTIONS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Statutory Authority</u>	<u>Amount</u>
General	Employee Benefit	K.S.A. 10-1113	\$ 166,310
General	Sterl Hall	K.S.A. 10-1113	7,500
General	Jail Financing	K.S.A. 10-1113	22,612
General	EMS Building Grant	K.S.A. 10-1113	41,250
Road & Bridge	Highway Overlay Project	K.S.A. 10-1113	22,530
Road & Bridge	Highway Overlay Financing	K.S.A. 10-1113	375,000

DICKINSON COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2008

NOTE H – LONG-TERM DEBT

Changes in long-term liabilities for the County for the year ended December 31, 2008 were as follows:

<u>Issue</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Net Change</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
General Obligation Bonds:										
Series 2001A (Health)	3.10 - 5.00%	10/19/2001	300,000	10/1/2011	\$ 120,000	-	30,000	(30,000)	90,000	4,680
Series 2004-A Refunding (Bridges)	2.00 - 2.30%	2/3/2004	1,270,000	12/1/2009	395,000	-	200,000	(200,000)	195,000	8,685
					515,000	-	230,000	(230,000)	285,000	13,365
Capital Leases:										
2007 Volvo Excavator	3.75%	1/24/2008	135,760	1/31/2009	-	135,760	67,880	67,880	67,880	-
Temporary Notes:										
Kansas Water Pollution Control Revolving Loan Fund	2.99%	1/12/2000	247,627	9/1/2019	171,727	-	12,092	(12,092)	159,635	5,045
Series 2006-1 (Jail Project)	4.00%	7/15/2006	300,000	7/15/2008	150,000	-	150,000	(150,000)	-	6,000
Kansas Department of Transportation Transportation Revolving Fund	3.99%	6/26/2008	3,585,000	8/1/2013	-	3,585,000	368,790	3,216,210	3,216,210	6,210
					321,727	3,585,000	530,882	3,054,118	3,375,845	17,255
Total Bonded Indebtedness					836,727	3,720,760	828,762	2,891,998	3,728,725	30,620
Compensated Absences					2,180	112	-	112	2,292	-
Total Long-Term Debt					\$ 838,907	3,720,872	828,762	2,892,110	3,731,017	30,620

DICKINSON COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2008

NOTE H – LONG-TERM DEBT (Continued)

Current maturities of long-term debt and interest for the next five years and in five-year increments through maturity are as follows:

PRINCIPAL	2009	2010	2011	2012	2013	2014-2018	2019	Total
General Obligation Bonds:								
Series 2001A (Health)	\$ 30,000	30,000	30,000	-	-	-	-	90,000
Series 2004-A Refunding (Bridges)	195,000	-	-	-	-	-	-	195,000
Capital Leases:								
2007 Volvo Excavator	67,880	-	-	-	-	-	-	67,880
Temporary Notes:								
KS Water Pollution Control								
Revolving Loan Fund	12,456	12,831	13,218	13,616	14,026	76,728	16,760	159,635
Kansas Department of Transportation								
Transportation Revolving Fund	646,407	647,465	673,299	700,163	548,876	-	-	3,216,210
Total Principal	951,743	690,296	716,517	713,779	562,902	76,728	16,760	3,728,725
INTEREST								
General Obligation Bonds:								
Series 2001A (Health)	3,570	2,400	1,200	-	-	-	-	7,170
Series 2004-A Refunding (Bridges)	4,485	-	-	-	-	-	-	4,485
Capital Leases:								
2007 Volvo Excavator	2,596	-	-	-	-	-	-	2,596
Temporary Notes:								
KS Water Pollution Control								
Revolving Loan Fund	4,681	4,305	3,919	3,521	3,111	8,955	377	28,869
Kansas Department of Transportation								
Transportation Revolving Fund	103,593	102,535	76,701	49,837	21,900	-	-	354,566
Total Interest	118,925	109,240	81,820	53,358	25,011	8,955	377	397,686
Total Principal and Interest	\$ 1,070,668	799,536	798,337	767,137	587,913	85,683	17,137	4,126,411

DICKINSON COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE I – COMPENSATED ABSENCES

The County's policy regarding vacation leave allows employees to accumulate vacation time based on years of continuous service as follows:

<u>Years of Continuous Service</u>	<u>Vacation Days Accrued</u>
Less than 1	0 days
1 to 9	10 days
10 to 14	15 days
15 to 24	20 days
Over 24	25 days

Vacation leave is earned on an annual basis. Employees are required to use all vacation awarded in the current year or it is forfeited at year end unless carryover is approved by the Board of Commissioners. Upon termination of employment, an employee is entitled to pay for unused accrued vacation leave provided two weeks notice is given.

Full-time employees are allowed sick leave at the rate of one day per month; part-time employees accrue sick leave on a pro-rated basis. Upon termination of employment, employees who provide two weeks notice are compensated at their current rate of pay for one-third of their accumulated sick leave up to a maximum of 550 hours.

The County has estimated the dollar amount of accumulated sick leave for employees eligible for retirement in 2008 of \$2,292. The net effect of all increases and decreases in compensated absences for the year was an increase of \$112.

The only estimate in these financial statements is in the calculation of the compensated absences balance. Actual results could differ from this estimate.

NOTE J – RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has been unable to obtain property and liability insurance at a cost it considered to be economically justifiable. For this reason, the County joined together with other counties in the State to participate in Kansas County Association Multi-Line Pool (KCAMP) and Kansas Workers Risk Cooperative for Counties (KWORCC) public entity risk pools currently operating as common risk management and insurance programs for participating members.

The County pays annual premiums to KCAMP for its property and liability insurance coverage and KWORCC for its workers' compensation insurance coverage. The agreements to participate provide that KCAMP and KWORCC will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of the self-insured amount for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KCAMP or KWORCC management.

The County continues to carry commercial insurance for its underground storage tanks. Settled claims resulting from these risks have not exceeded commercial insurance coverage in the past.

DICKINSON COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS **DECEMBER 31, 2008**

NOTE K – 2007 FINANCIAL DATA

The amounts shown for 2007 in the financial statements are included where practicable, only to provide a basis for comparison with 2008, and are not intended to present all information necessary for a fair presentation in accordance with generally accepted accounting principles.

Rounding variances may also exist between amounts reported for the 2007 calendar year in these financial statements and the amounts reported in the 2007 audited financial statements.

The 2007 cash receipts for the General and Road & Bridge funds have been restated to reflect the classifications used to report the 2008 cash receipts.

NOTE L – LITIGATION

As of September 21, 2009, the County is a party to various claims, none of which is expected to have a material effect on the entity.

NOTE M – OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, the local government allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the local government is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the government under this program.

DICKINSON COUNTY, KANSAS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2008

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Agriculture Food and Nutrition Service			
Passed through the Kansas Department of Health and Environment			
Women, Infants and Children Nutrition Program	10.557		\$ 54,259
U.S. Department of Housing and Urban Development			
Passed through the Kansas Department of Commerce			
Community Development Block Grant	14.218		84,501
U.S. Environmental Protection Agency Office of Water			
Passed through Kansas Department of Health and Environment			
Nonpoint Source Implementation Grant	66.46	C9007405-13	17,146
U.S. Department of Health and Human Services			
Passed through Kansas Department of Health and Environment			
Public Health Emergency Preparedness	93.069	PHEP 08	7,213
	93.069	PHEP 09	16,421
	93.069	PF 08	4,356
			27,990
Immunization Grants	93.268	IAP 08	1,175
	93.268	IAP 09	1,441
			2,616
Centers for Disease Control and Prevention	93.283	CDRR 08	15,780
Investigations and Technical Assistance	93.283	CDRR 09	4,032
			19,812
Child Care and Development Block Grant	93.575	CCLR 08	5,085
	93.575	CCLR 09	4,674
			9,759
Preventive Health and Health Services Block Grant	93.991	CDRR 08	1,068
Maternal and Child Health Services Block Grant	93.994	MCH 08	21,099
	93.994	MCH 09	4,177
			25,276
Total U.S. Department of Health and Human Services			86,521
U.S. Department of Homeland Security			
Passed through the Kansas Department of Emergency Preparedness			
Disaster Grants - Public Assistance	97.036	1741	7,629
	97.036	1776	277,784
			285,413
Hazard Mitigation Grant	97.039		20,663
Emergency Management Performance Grants	97.042	DR-1675-004	24,257
Citizen Corps	97.053		10,000
Total U.S. Department of Homeland Security			340,333
Total Expenditures of Federal Awards			\$ 582,760

The accompanying notes are an integral part of this schedule.

DICKINSON COUNTY, KANSAS

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS **FOR THE YEAR ENDED DECEMBER 31, 2008**

NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards is presented on the accrual basis of accounting. The information in these schedules is presented in accordance with the requirements of OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations." Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.



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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT
AUDITING STANDARDS***

Board of County Commissioners
Dickinson County, Kansas

We have audited the primary government financial statements of Dickinson County, Kansas as of and for the year ended December 31, 2008, and have issued our report thereon dated September 24, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the Kansas Municipal Audit Guide.

Internal Control over Financial Reporting

In planning and performing our audit, we considered Dickinson County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Dickinson County, Kansas' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the County's ability to initiate, authorize, record, process, or report financial data reliably in accordance with the cash basis and budget laws of Kansas, such that there is more than a remote likelihood that a misstatement of the County's financial statements that is more than inconsequential will not be prevented or detected by the County's internal control. We consider the deficiencies 2008-1 through 2008-7 described in the accompanying schedule of findings and questioned costs to be significant deficiencies in internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the County's internal control.

MEMBERS:

American Institute of
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Kansas Society of Certified
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Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. However, of the significant deficiencies described above, we consider items 2008-6 and 2008-7 to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Dickinson County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audits, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as item 2008-8.

We noted certain other matters that we reported to management of Dickinson County in a separate letter dated September 24, 2009.

Dickinson County, Kansas' response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the County's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the board of commissioners, management, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Pottberg, Gassman & Hoffman, Chartered
Junction City, Kansas
September 24, 2009



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**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH OMB CIRCULAR A-133**

Board of County Commissioners
Dickinson County, Kansas

Compliance

We have audited the compliance of Dickinson County, Kansas with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2008. Dickinson County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grant agreements applicable to each of its major federal programs is the responsibility of Dickinson County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; Kansas Municipal Audit Guide; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Dickinson County, Kansas' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the County's compliance with those requirements.

In our opinion, Dickinson County, Kansas complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2008.

Internal Control over Compliance

The management of Dickinson County, Kansas is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Dickinson County, Kansas' internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing an opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

MEMBERS:

American Institute of
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Public Accountants



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A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended for the information and use of the board of commissioners, management, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Pottberg, Gassman & Hoffman, Chartered
Junction City, Kansas
September 24, 2009

DICKINSON COUNTY, KANSAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED DECEMBER 31, 2008

SECTION I – SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditors' report issued:

Unqualified

Internal control over financial reporting:

- | | | | | |
|---|--------------|-----|---------------|----|
| ▪ Significant deficiencies identified? | <u> X </u> | Yes | <u> </u> | No |
| ▪ Material weakness(es) identified? | <u> X </u> | Yes | <u> </u> | No |
| ▪ Noncompliance material to financial statements noted? | <u> X </u> | Yes | <u> </u> | No |

Federal Awards

Internal control over major programs:

- | | | | | |
|--|---------------|-----|--------------|----|
| ▪ Significant deficiencies identified? | <u> </u> | Yes | <u> X </u> | No |
| ▪ Material weakness(es) identified? | <u> </u> | Yes | <u> X </u> | No |

Type of auditors' report issued on compliance for major programs:

Unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133?

 Yes X No

Indication of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
66.460	Environmental Protections Agency – Office of Water Nonpoint Source Implementation Grant
93.036	U.S. Department of Homeland Security Disaster Grants – Public Assistance

Dollar threshold used to Distinguish between type A and type B programs: \$300,000

Auditee qualified as low-risk Auditee? Yes X No

SECTION II – FINANCIAL STATEMENT FINDINGS

2008-1

- Criteria – segregation of duties.
- Condition – in the Sheriff's and Register of Deeds offices, the same person prepares deposits, issues checks and performs bank reconciliations.

DICKINSON COUNTY, KANSAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS **FOR THE YEAR ENDED DECEMBER 31, 2008**

- Context – in performing a walk through of internal controls in each office, it was noted that the Sheriff and Register of Deeds offices had one person performing these stated duties.
- Potential effects – completeness of transactions is questionable.
- Cause – due to a small staff size and assignment of job duties, these functions have not been segregated.
- Recommendation – bank reconciliations should be performed by someone who does not record deposits or issue checks.
- Response – we will recommend that the Sheriff and Register of Deeds office holders have a staff member prepare the bank reconciliations.

2008-2

- Criteria – provide oversight of the Financial Reporting Process.
- Condition – general ledger detail is not reviewed on a regular basis.
- Context – in tracing capital purchases authorized in the minutes, performing expenditure testing, tracing to grant confirmations and testing tax apportionments, we identified over 50 instances of transactions that were misclassified.
- Effect – misclassification of cash receipts and cash disbursements in multiple funds.
- Cause – inadequate review process and oversight.
- Recommendation – the Finance Director and/or the department director should review the general ledger monthly with attention to vendor/payer names, reasonableness of transaction dollar amounts and inappropriate debit/credit transactions. This review should be documented and dated by the reviewer.
- Response – we have provided departmental training as to classification of expenditures between contractual services, commodities and capital outlay.

2008-3

- Requirement – K.S.A. 58-3950, Unclaimed Property Act, requires amounts accumulated to \$250 or more be remitted to the State Treasurer at least annually.
- Condition – the Sheriff's office added back the balance of 25 uncleared checks totaling \$373 to the Inmate checking that were issued during the periods 2005 – 2007.
- Context – during the review of check registers for unusual transactions, the voided checks were noted.
- Effect – the checking account balance was overstated as State law requires these amounts be remitted to the Unclaimed Property Division.

DICKINSON COUNTY, KANSAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS **FOR THE YEAR ENDED DECEMBER 31, 2008**

- Cause – Sheriff's office is unaware of the statutory requirement.
- Recommendation – a check must be issued to the State Treasurer with the required report as soon as possible.
- Response – the Sheriff's office will be advised of the statutory requirement.

2008-4

- Criteria – policy for payment of invoices to prevent payment duplication.
- Condition – numerous payments were made from both the invoice and statement resulting in duplicate payments.
- Context – at the time of the audit, cash balances on the Treasurer's Report did not agree with the Clerk's general ledgers due to the voiding of outstanding checks after year-end.
- Effect – vendor credit balances and expenditures were overstated for the period ended 12/31/08.
- Cause – payments were made from invoices and statements, and bills of lading were not matched to invoices.
- Recommendation – a policy should be developed to match bills of lading to invoices and to match invoices to statements marking all as cancelled/paid to avoid duplicate payments. Also, the use of the invoice number will allow the financial software to indicate the prior use of that number.
- Response – a policy has been implemented for calendar year 2009.

2008-5

- Requirement – per K.S.A. 19-212 and Attorney General Opinion 2003-15, the Sheriff cannot be required to obtain advance approval for purchases within the limits of the approved budget regardless of the amount unless expenditures exceed the approved budget.
- Condition – expenditures out of the departmental checking accounts resulted in the Sheriff's expenditures exceeding their budget authority.
- Context – the Sheriff has maintained checking accounts not included in the cash reported in the County general ledgers. Therefore, these accounts are reviewed annually for material transactions.
- Effect – there are purchases of personal property not recorded on the year-end inventory and total purchases through these accounts, when added to the expenditures recorded in the general ledgers, exceed budget authority.
- Cause – the Sheriff's office does not report these transactions as part of his budgeted expenditures.

DICKINSON COUNTY, KANSAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS **FOR THE YEAR ENDED DECEMBER 31, 2008**

- Recommendation – the Sheriff’s operating account finances should be segregated from the fiduciary transactions so that they will be aware of the dollars that need to be considered when determining when it is necessary to request advance approval for all purchases by the County Commissioners.
- Response – we will ask the Sheriff’s office to adopt the handling of their operating account as suggested above.

2008-6

- Requirement – K.S.A. 19-2687 requires that each December every county officer and head of department or county office prepare an inventory of personal property. A copy of the inventory is to be filed with the County Clerk on or before December 31. The County Clerk is then required to update the inventory book for the additions and deletions noted in the individual inventories. In February, the County Commissioners are required to view and check each item in the inventory book. This perpetual record of personal property is to be established and maintained by the County Clerk’s office.
- Condition – the County inventory consists of a current listing of personal property as of year-end.
- Context – this statute is required to be checked for compliance per the Kansas Municipal Audit Guide.
- Effect – statutory non-compliance.
- Cause – the County does not maintain complete records of purchases and disposals of personal property.
- Recommendation – each year the prior year inventory should be the starting point in the inventory process. All purchases and disposals should be added to this listing noting the date, description, and purchase price or method of disposal and sales price.
- Response – this will be implemented for calendar year 2009.

2008-7

- Criteria – Management is responsible for the fair presentation of the notes to the financial statements in conformity with the cash basis and budget laws of the State of Kansas.
- Condition – Management requested us to prepare draft financial statements including the related notes.
- Context – at Management’s request, we prepared the notes to the financial statements in conformity with the cash basis and budget laws of Kansas.
- Effect – Management was unable to evaluate the completeness of the financial statement disclosures.

DICKINSON COUNTY, KANSAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS **FOR THE YEAR ENDED DECEMBER 31, 2008**

- Cause – Management does not have the ability or expertise to perform a review of the fair presentation of the notes to the financial statements.
- Recommendation – Management must continue to review, approve and accept responsibility for the financial statements and work towards gaining an understanding of required financial statement disclosures.
- Response – this will be implemented for calendar year 2009.

2008-8

- Requirement – K.S.A. 10-1113 provides that it is unlawful to create indebtedness in any fund by expending more than the unencumbered cash balance.
- Condition – the General Fund, Employee Benefit Fund and EMS Building Grant Fund have expenditures in excess of their unencumbered cash balances.
- Context – this statute is required to be checked for compliance per the Kansas Municipal Audit Guide.
- Effect – statutory non-compliance.
- Cause – Management failed to limit expenditures at year-end in the above funds.
- Recommendation – Management should update department heads frequently at year-end of available cash balances.
- Response – this will be implemented for calendar year 2009.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None reported.